# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

### FISCAL IMPACT STATEMENT

**LS 7647 DATE PREPARED:** Jan 10, 2001

BILL NUMBER: HB 1777 BILL AMENDED:

**SUBJECT:** Electricity Service to New Subdivisions.

FISCAL ANALYST: John Parkey PHONE NUMBER: 232-9854

FUNDS AFFECTED: GENERAL IMPACT: State

**X** DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill requires the Indiana Utility Regulatory Commission to adopt certain rules relating to the provision of electricity to developers of residential subdivisions.

Effective Date: July 1, 2001.

**Explanation of State Expenditures:** This proposal will require the IURC to adopt rules related to the supplying of electric power to developers in order to promote affordable housing. The IURC is expected to be able to absorb any costs associated with developing these rules using existing staff and resources.

Explanation of State Revenues: The Indiana Utility Regulatory Commission and the Office of the Utility Consumer Counselor are funded by public utilities through the Public Utility Fund. At the end of the fiscal year, if the total public utility fees in the Public Utility Fund plus the unspent balance of the Fund exceeds the total appropriations for the IURC and the OUCC (plus a \$250,0000 contingency fund), then the IURC must compute each utility's share of the excess. This share is then deducted from any subsequent payment of the utility's public utility fees. In FY 2000, public utility fines and fees generated \$8,053,986.

#### **Explanation of Local Expenditures:**

# **Explanation of Local Revenues:**

<u>State Agencies Affected:</u> Indiana Utility Regulatory Commission; Office of the Utility Consumer Counselor.

## **Local Agencies Affected:**

#### **Information Sources:**

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